# UNITED STATES DISTRICT COURT EASTERN DISTRICT OF TEXAS SHERMAN DIVISION

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v.

Civil Action No. 4:24-cv-634

THE INDIVIDUALS, BUSINESS ENTITIES, AND UNINCORPORATED ASSOCIATIONS IDENTIFIED ON EXHIBIT 1,

Defendants.

## **COMPLAINT**

#### **PARTIES**

1. Plaintiff is a Texas corporation with an address at

- 2. The currently-known Defendants are comprised of individuals, business entities of
- resides or operates in foreign jurisdictions, or redistributes products from the same or similar sources

unknown makeup, or unincorporated associations, each of whom, on information and belief, likely

- in those locations, including those identified by name or alias on the attached Exhibit 1 (collectively,
- "Defendants").
- 3. Defendants operate through domain names and interactive commercial webstores (the

"Infringing Webstores") hosted on various e-commerce platforms, such as Alibaba, AliExpress,

Amazon, Bonanza, DHGate, eBay, Joybuy, Shopify, and Walmart (the "Marketplaces").

4. Defendants offer their products for sale to consumers in the United States, including this District, and, on information and belief, have sold and continued to sell products to consumers within the United States, including within Texas and Eastern District of Texas, using infringing photographs (the "Infringing Images") that violate the copyright in and to Plaintiff's protected and proprietary photographs registered with the U.S. Copyright Office as Reg. Nos.

(the "Plaintiff Copyrights").

- 5. Through their illegal operations on the Infringing Webstores, Defendants are directly and personally utilizing the Infringing Images covered by the Plaintiff Copyrights to sell their products, and on information and belief, are doing so often as partners, co-conspirators, or suppliers.
- 6. On information and belief, Defendants are an interrelated group working in concert to knowingly and willfully offer their products for sale using the Infringing Images.
- 7. Defendants conceal their identities and the full scope of their infringing operations to deter Plaintiff from learning Defendants' true identities and the exact interworking of Defendants' infringing operations. The true identities of many of these Defendants are presently unknown.

## **JURISDICTION & VENUE**

- 8. This is an action for copyright infringement arising under 17 U.S.C. § 501.
- 9. This Court has subject-matter jurisdiction over these claims pursuant to 28 U.S.C. §§ 1331 and 1338(a) because this is an action arising under the laws of the United States and relating to copyrights.
- 10. This Court has personal jurisdiction over Defendants because each Defendant has, through one or more fully interactive commercial Internet websites, pursued sales from Texas residents by offering shipping to Texas, *see* Exhibit 2, and, on information and belief, has induced sales

by use of the Infringing Images to residents of Texas in violation of the Plaintiff Copyrights. As such, personal jurisdiction is proper because each of the Defendants is committing infringing acts in Texas and has wrongfully caused Plaintiff substantial injury in the State of Texas.

- 11. This Court also has personal jurisdiction over Defendants because Plaintiff's claims arise under federal law; the Defendants are, on information and belief, not subject to jurisdiction in any state's courts of general jurisdiction; and exercise of such jurisdiction is consistent with the United States Constitution and laws. Fed. R. Civ. P. 4(k)(2). Personal jurisdiction is thus also proper pursuant to Rule 4(k)(2) because each of the Defendants directs its activities at residents of the United States and the State of Texas.
- 12. Venue is proper in this District pursuant to 28 U.S.C. § 1391. Defendants are entities or individuals subject to personal jurisdiction in this District, and Defendants not residing in the United States may be sued in any judicial district.

#### PLAINTIFF'S COPYRIGHTS & PLAINTIFF'S PRODUCTS

- 13. Plaintiff is the owner of all right, title, and interest in and to the Plaintiff Copyrights—attached as Exhibit 3 are copies of the registration certificates, Exhibit 4 is a copy of the deposit materials submitted for the Plaintiff Copyrights applications, and Exhibit 5 shows representative examples of how Plaintiff uses the deposit materials on the brushstrokespottery.com website.
- 14. Plaintiff is engaged in the business of designing, creating, distributing, and retailing the ("Plaintiff's Product") throughout the world, including within the

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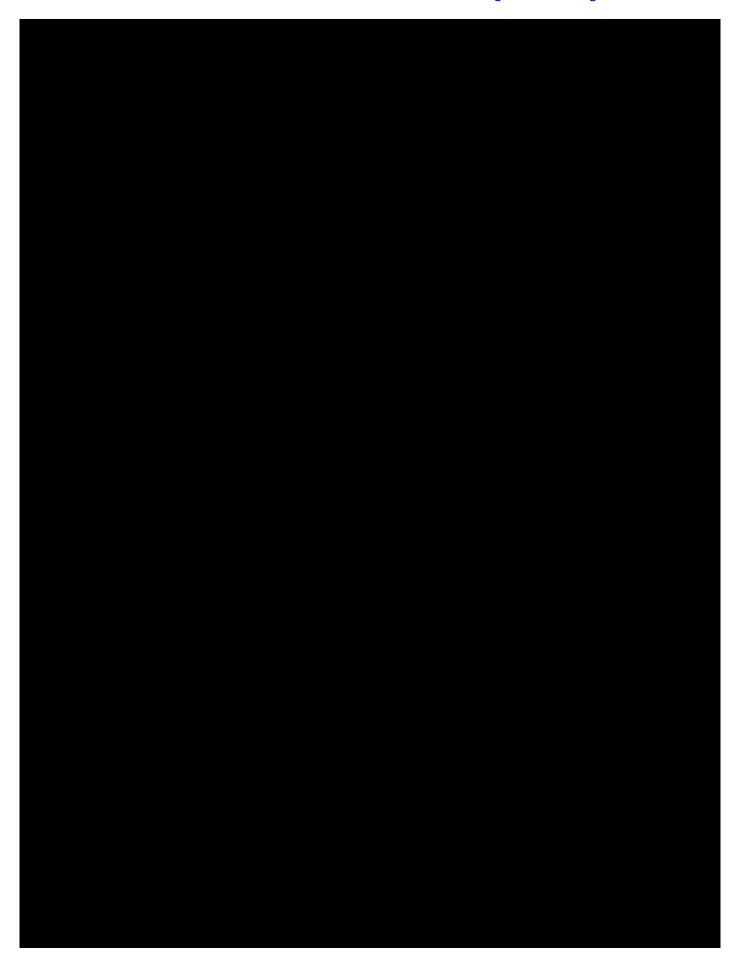
<sup>&</sup>lt;sup>1</sup> "For a State to exercise jurisdiction consistent with due process, the defendant's suit-related conduct must create a substantial connection with the forum State." *Walden v. Fiore*, 571 U.S. 277, 284 (2014); *see also J. McIntyre Mach., Ltd. v. Nicastro*, 564 U.S. 873, 881 (2011) ("submission through contact with and activity directed at a sovereign may justify specific jurisdiction"). Specific jurisdiction only requires a defendant to have "minimum contacts" with the state, rather than the "continuous and systematic" standard for general jurisdiction—the defendant need only purposefully direct its activities at residents of the forum, and the plaintiff's alleged injury must arise out of or relate to the defendant's contacts with the forum. *Dontos v. Vendomation NZ Ltd.*, 582 F. App'x 338, 342 (5th Cir. 2014).

Eastern District of Texas.

- 15. Plaintiff has been using the photos subject to the Plaintiff Copyrights for years to market Plaintiff's Product in interstate and foreign commerce, including in this District.
- 16. Plaintiff has widely used the Plaintiff Copyrights to sell Plaintiff's Product both in the United States and throughout the world via the Internet; and the consuming public associates Plaintiff with high quality goods.
- 17. Plaintiff has sold thousands of units of Plaintiff's Product internationally since as early as 2006 to consumers around the world, and Plaintiff has expended substantial time, money, and other resources developing, advertising, and otherwise promoting Plaintiff's Product through use of the Plaintiff Copyrights since at least as early as 2018.
- 18. Plaintiff has never assigned or licensed the Plaintiff Copyrights to any of the Defendants.

### **DEFENDANTS' INFRINGING ACTIVITIES**

- 19. On information and belief, Defendants have full knowledge of Plaintiff's ownership of the Plaintiff Copyrights, including Plaintiff's exclusive right to use and license such intellectual property.
- 20. Defendants are using, advertising, distributing, selling, or offering for sale their products on the Infringing Webstores using the Infringing Images as shown below:



- 21. On information and belief, Defendants, without authorization or license from Plaintiff, knowingly and willfully advertised, offered for sale, and sold, and continue to willfully advertise, offer for sale, and sell products, through, *inter alia*, the Internet, using the Infringing Images. Ex. 2.
- 22. Plaintiff did not approve the use of the Infringing Images, nor did Plaintiff give Defendants permission to use any aspects of the Plaintiff Copyrights.
- 23. Each Infringing Webstore offers shipping within, or importation into, the United States, including Texas, and, on information and belief, each Defendant has used the Infringing Images to sell or offer for sale the products within the United States, including to consumers in Texas.
- 24. On information and belief, Defendants will continue to use the Infringing Images to sell their products on various websites, and Plaintiff will continue to be harmed, unless the Defendants are preliminarily and permanently enjoined.
- 25. Defendants' reproduction and display of the Infringing Images in violation of Plaintiff's intellectual property rights are irreparably damaging Plaintiff.
  - 26. Plaintiff has no adequate remedy at law.

# **COUNT ONE COPYRIGHT INFRINGEMENT (17 U.S.C. § 501)**

- 27. Plaintiff realleges the foregoing allegations as if fully set forth here.
- 28. The photographs subject of the Plaintiff Copyrights are copyrightable subject matter for which copyright protection exists under the Copyright Act, 17 U.S.C. § 101 *et seq*. Plaintiff is the exclusive owner of the Plaintiff Copyrights.
- 29. Through the Defendants' infringing conduct, including Defendants' willful reproduction of the Infringing Images (*See* Ex. 2), Defendants have directly infringed Plaintiff's exclusive rights in the Plaintiff Copyrights under the Copyright Act.

- 30. On information and belief, the Defendants' infringing conduct was and continues to be willful and with full knowledge of Plaintiff's rights in the Plaintiff Copyrights, and has enabled the Defendants to illegally obtain profit.
- 31. As a direct and proximate result of the Defendants' infringing conduct, Plaintiff has been harmed and is entitled to recovery of statutory damages against Defendants for Defendants' willful reproduction of the Infringing images. 17 U.S.C. § 504(c).
- 32. Plaintiff is additionally entitled to recovery of its full costs and reasonable attorney's fees against the Defendants. 17 U.S.C. § 505.
- 33. As a direct and proximate result of Defendants' infringing conduct, Plaintiff has sustained and will continue to sustain substantial and irreparable injury, for which there is no adequate remedy at law. Unless Defendants' infringing conduct is enjoined by this Court, Defendants will continue to wrongfully infringe on Plaintiff's rights, and Plaintiff will continue to suffer irreparable harm. Plaintiff therefore is entitled to permanent injunctive relief restraining and enjoining Defendants' ongoing infringing conduct.

#### **PRAYER FOR RELIEF**

WHEREFORE, Plaintiff prays for judgment against Defendants as follows:

- 1. Declaring that each Defendant's reproduction and display of the Infringing Images infringes the Plaintiff Copyrights;
  - 2. Declaring that each Defendant's conduct was knowing, intentional, and willful;
- 3. Permanently enjoining each Defendant and each Defendant's successors, affiliates, servants, officers, agents, independent contractors, and employees, and anyone acting in active concert or participation with or at the behest or direction of any of the foregoing, from:
  - a. advertising, displaying, distributing, selling, manufacturing, delivering,

shipping, using, or enabling others to advertise, display, distribute, manufacture, deliver, ship, sell, or use any copies or derivative works based on the Plaintiff Copyrights, other colorable imitations of the Plaintiff Copyrights, or products and designs that otherwise infringe on the Plaintiff Copyrights;

- b. moving, relocating, or otherwise disposing of any funds currently located in Defendants' online accounts, including, without limitation, from Alibaba, AliExpress, Amazon, Bonanza, DHGate, eBay, Joybuy, Shopify, and Walmart, Alipay, PayPal, Payoneer, Stripe, WorldFirst, and Western Union;
- c. removing, destroying, or otherwise disposing of computer and electronic files, business records, or documents relating to any of Defendants' webstores, websites, assets, operations, or relating in any way to the reproduction and display of Infringing Images; and
  - d. engaging in any other activity that infringes on Plaintiff's rights in any manner.
- 4. Ordering that all Infringing Images in Defendants' reasonable control be deleted or destroyed pursuant to 17 U.S.C. § 503(b);
- 5. Ordering Defendants to, within ten days after service of judgment with notice of entry thereof upon them, file with the Court and serve on Plaintiff a written report under oath setting forth in detail the manner in which Defendants have complied with all injunctive relief ordered by the Court;
- 6. Awarding Plaintiff statutory damages for willful infringement of the Plaintiff Copyrights in the amount of \$150,000 per Defendant pursuant to 17 U.S.C § 504(c)(2);
- 7. Awarding Plaintiff recovery of its full costs and reasonable attorney's fees jointly and severally against the Defendants pursuant to 17 U.S.C. § 505;
- 8. That this Court enter an order pursuant to Fed. R. Civ. P. 65(d)(2)(C) that those in privity with Defendants and those with notice of the injunction, including ecommerce platform providers, such as Alibaba, AliExpress, Amazon, Bonanza, DHGate, eBay, Joybuy, Shopify, Walmart,

etc., and payment processors, such as Alipay, PayPal, Payoneer, Stripe, WorldFirst, Western Union, or

other bank accounts or payment processors used by the Defendants (each of the foregoing ecommerce

platform providers and payment processors, a "Third Party Provider") shall within three business days

of receipt of the corresponding order:

a. Take all steps to prevent any Defendant from accessing or withdrawing funds

from any accounts through which the Defendants, in the past, currently, or in the future, engage

in the use of the Infringing Images, including, but not limited to, any accounts associated with

the Defendants listed on the attached Exhibit 1; and

b. take all necessary steps to prevent any Defendant from accessing or withdrawing

funds from any accounts linked to the Defendants, linked to any email addresses used by the

Defendants, or linked to any of the Infringing Webstores.

9. That this Court grant Plaintiff such other and further relief as it deems to be just and

proper.

Dated: July 11, 2024

Respectfully submitted,

#### **Scale LLP**

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ATTORNEYS FOR PLAINTIFF

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# MOTION TO FILE UNDER SEAL

I hereby certify that, in accordance with Local Rule CV-5(a)(7), a motion to seal the above document has been filed with this Court.

By: <u>/s/ Charles A. Wallace</u> Charles A. Wallace